

ER 1-1095


*chron.*

Asst. Director for Special Operations

OGC Has Reviewed

STATINTL

Director of Central Intelligence

Report of Audit and Investigation - Shortage in Agency Funds  
Conferred by 

Reference: Memo to DCI thru Chief, IAGG, from Chief, Audit Division, subject  
as above, dated 28 June 1950

1. Before action is taken on this report it is requested that  
you submit your comments and recommendations in connection therewith,  
including:

a. Security implications involved in case of suit for  
recovery or criminal prosecution.

b. Opinion as to the degree of responsibility of the  
station chief in this case, and recommended or contemplated  
action in connection therewith.

c. Whether there was any failure on the part of the  
responsible division chief in your Office which contributed  
to the failure to disclose this situation at an earlier date.

d. What measures have been taken to provide further safe-  
guards against similar situations arising in the future.

2. For your information it is the opinion of the General Counsel  
that the successful outcome of any suit for recovery is doubtful due  
to lack of specific evidence sufficient to assess accurately the  
actual shortage.

3. Please submit your reply through the Executive by 11 July.

4. Meanwhile consideration should be given to the immediate  
suspension of this employee pending final determination of the  
disposition of his case.

ILLEGIB

Attach. (See Ref)

R. H. HILLENKOTTER  
Rear Admiral, USN

Copies to:

Signer

LTS suspend file

Exec chrono  2

E:LTS/mc (30 June 50)

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ORIGINAL DOCUMENT MISSING PAGE(S):

missing attachment